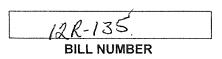
## **GENÈRAL FACT SHEET**



BRIEF TITLE
NACR Voice Over Internet Protocol

APPROVAL DEADLINE

6/25/12

REASON

To lock in negotiated pricing

phone system contract approval

POSITIONS/RECOMMENDATIONS

DETAILS		POSITIONS/RECOMMENDATIONS
This resolution is to approve a contract with NACR for the City and County to purchase and installs a Voice Over Internet Protocol (VOIP) phone system. The VOIP project costs are expected to be \$1,986,716.65. A four year payback is projected for VOIP provided by savings from a large reduction in payments for current services. Once the payback period is over, savings to the County and City are projected to be about \$400,000 to \$500,000 per year.	Sponsor	
	Program Departments, or Groups Affected	All City and County Departments and Agencies
	Applicants/ Proponents	Applicant: Steve Hubka
		City Department: Finance
		Other:
Discussion (Including Relationship to other Council Actions)	Opponents	Groups or Individuals: No Known opposition.
The contract is with the city. A separate memorandum of understanding is coming before Council to memorialize a commitment between the City and County to participate with each other to cover the appropriate portion of each unit's cost, including the City's cost of issuance of Certificates of Participation to finance the project. Council has previously passed a reimbursement resolution to allow us to reimburse ourselves for costs incurred prior to issuance of the debt to pay for this project.		Basis of Opposition:
	Staff Recommendations	➤ For □ Against Reason Against
	Board or Commission Recommendation	BY  For Against  No Action Taken  For with revisions or conditions (See Details column for conditions)
·	CITY COUNCIL ACTIONS (For Council Use Only)	□ Pass □ Pass (As Amended) □ Council Sub. □ Without Recommendation □ Hold □ Do not Pass
		·

DETAILS POLICY/PROGRAM IMPACT

POLICY OR PROGRAM CHANGE	> NO □ YES
OPERATIONAL IMPACT ASSESSMENT	The new VOIP system will allow many new features for no additional charge, and provide significant annual savings after the payback period.
FINANCES	
COST AND REVENUE PROJECTIONS	COST of total project: COST of this Ordinance/Resolution \$2.349 M including LFR grant
	RELATED Annual operating costs are about \$430,000 - \$450,000 but the costs that go away are much greater than that.
	INCREASED REVENUE EXPECTED:
SOURCE OF FUNDS	CITY [Approximately] City VOIP \$1,170,317.69
	NON CITY [Approximately] County VOIP \$ 816,398.96%
BENEFIT COST  ☐ Front Foot ☐ Square Foot	Average Assessment \$\$

APPLICABLE DATES: Introduction 6/18/12

FACT SHEET PREPARED BY: Steve Hubka

REVIEW BY: Steve Hubka

REFERENCE NUMBER: